

LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (IN THOUSANDS)
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| | 1996 | 1997 | 1998 | 1999 | 2000 |
|---|----------------|----------------|----------------|----------------|----------------|
| Assessed Valuation | \$ 126,933,318 | \$ 135,390,192 | \$ 150,422,452 | \$ 166,321,208 | \$ 188,420,104 |
| Limited Tax General Obligations (LTGO) for Metropolitan Functions | | | | | |
| Debt Limit – 3/4% of Assessed Value | \$ 952,000 | \$ 1,015,426 | \$ 1,128,168 | \$ 1,247,409 | \$ 1,413,151 |
| Debt applicable to limit | 559,054 | 546,030 | 650,275 | 633,450 | 654,835 |
| Less: Amounts set aside to repay LTGO debts | (6,265) | (5,952) | (14,406) | (17,221) | (19,272) |
| Total net debt applicable to the limit | 552,789 | 540,078 | 635,869 | 616,229 | 635,563 |
| Legal Debt Margin ^(a) of LTGO | \$ 399,211 | \$ 475,348 | \$ 492,299 | \$ 631,180 | \$ 777,588 |
| Total net debt applicable to the limit as a percentage of the debt limit | 58.07% | 53.19% | 56.36% | 49.40% | 44.97% |
| Limited Tax General Obligations for General County Purposes and Metropolitan Functions | | | | | |
| Debt Limit – 1½% of Assessed Value | \$ 1,904,000 | \$ 2,030,853 | \$ 2,256,337 | \$ 2,494,818 | \$ 2,826,302 |
| Debt applicable to limit | 952,844 | 1,329,970 | 1,405,794 | 1,400,785 | 1,502,205 |
| Less: Amounts set aside to repay LTGO debts | (10,537) | (22,717) | (36,882) | (50,818) | (42,595) |
| Total net debt applicable to the limit | 942,307 | 1,307,253 | 1,368,912 | 1,349,967 | 1,459,610 |
| Legal Debt Margin ^(a) of LTGO | \$ 961,693 | \$ 723,600 | \$ 887,425 | \$ 1,144,851 | \$ 1,366,692 |
| Total net debt applicable to the limit as a percentage of the debt limit | 49.49% | 64.37% | 60.67% | 54.11% | 51.64% |
| Total General Obligations (GO) for Metropolitan Functions | | | | | |
| Debt Limit – 2½% of Assessed Value | \$ 3,173,333 | \$ 3,384,755 | \$ 3,760,561 | \$ 4,158,030 | \$ 4,710,503 |
| Debt applicable to limit | 559,054 | 546,030 | 650,275 | 633,450 | 654,835 |
| Less: Amounts set aside to repay GO debts | (6,265) | (5,952) | (14,406) | (17,221) | (19,272) |
| Total net debt applicable to the limit | 552,789 | 540,078 | 635,869 | 616,229 | 635,563 |
| Legal Debt Margin ^(a) of total GO | \$ 2,620,544 | \$ 2,844,677 | \$ 3,124,692 | \$ 3,541,801 | \$ 4,074,940 |
| Total net debt applicable to the limit as a percentage of the debt limit | 17.42% | 15.96% | 16.91% | 14.82% | 13.49% |
| Total General Obligations (GO) for County Purposes | | | | | |
| Debt Limit – 2½% of Assessed Value | \$ 3,173,333 | \$ 3,384,755 | \$ 3,760,561 | \$ 4,158,030 | \$ 4,710,503 |
| Debt applicable to limit | 766,716 | 1,134,415 | 1,084,814 | 1,074,410 | 1,130,380 |
| Less: Amounts set aside to repay GO debts | (14,668) | (23,977) | (28,979) | (40,900) | (30,507) |
| Total net debt applicable to the limit | 752,048 | 1,110,438 | 1,055,835 | 1,033,510 | 1,099,873 |
| Legal Debt Margin ^(a) of total GO | \$ 2,421,285 | \$ 2,274,317 | \$ 2,704,726 | \$ 3,124,520 | \$ 3,610,630 |
| Total net debt applicable to the limit as a percentage of the debt limit | 23.70% | 32.81% | 28.08% | 24.86% | 23.35% |

Source: Assessed Valuation data are from King County's Department of Assessments.

Note: Details regarding the County's outstanding debt can be found in Note 13 – Debt.

(a) Legal debt margin is the County's available borrowing authority under state statutes.

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(IN THOUSANDS)
(PAGE 2 OF 2)

| | 2001 | 2002 | 2003 | 2004 | 2005 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Assessed Valuation | \$ 210,996,601 | \$ 224,994,599 | \$ 235,834,254 | \$ 248,911,783 | \$ 270,571,111 |
| Limited Tax General Obligations (LTGO) for Metropolitan Functions | | | | | |
| Debt Limit – 3/4% of Assessed Value | \$ 1,582,475 | \$ 1,687,459 | \$ 1,768,757 | \$ 1,866,838 | \$ 2,029,283 |
| Debt applicable to limit | 644,524 | 631,747 | 535,960 | 574,074 | 790,025 |
| Less: Amounts set aside to repay LTGO debts | (17,913) | (20,686) | (17,914) | (18,779) | (18,173) |
| Total net debt applicable to the limit | 626,611 | 611,061 | 518,046 | 555,295 | 771,852 |
| Legal Debt Margin ^(a) of LTGO | <u>\$ 955,864</u> | <u>\$ 1,076,398</u> | <u>\$ 1,250,711</u> | <u>\$ 1,311,543</u> | <u>\$ 1,257,431</u> |
| Total net debt applicable to the limit as a percentage of the debt limit | 39.60% | 36.21% | 29.29% | 29.75% | 38.04% |
| Limited Tax General Obligations for General County Purposes and Metropolitan Functions | | | | | |
| Debt Limit – 1½% of Assessed Value | \$ 3,164,949 | \$ 3,374,919 | \$ 3,537,514 | \$ 3,733,677 | \$ 4,058,567 |
| Debt applicable to limit | 1,480,904 | 1,561,400 | 1,456,799 | 1,547,231 | 1,700,142 |
| Less: Amounts set aside to repay LTGO debts | (45,175) | (48,903) | (50,483) | (45,646) | (50,758) |
| Total net debt applicable to the limit | 1,435,729 | 1,512,497 | 1,406,316 | 1,501,585 | 1,649,384 |
| Legal Debt Margin ^(a) of LTGO | <u>\$ 1,729,220</u> | <u>\$ 1,862,422</u> | <u>\$ 2,131,198</u> | <u>\$ 2,232,092</u> | <u>\$ 2,409,183</u> |
| Total net debt applicable to the limit as a percentage of the debt limit | 45.36% | 44.82% | 39.75% | 40.22% | 40.64% |
| Total General Obligations (GO) for Metropolitan Functions | | | | | |
| Debt Limit – 2½% of Assessed Value | \$ 5,274,915 | \$ 5,624,865 | \$ 5,895,856 | \$ 6,222,795 | \$ 6,764,278 |
| Debt applicable to limit | 644,524 | 631,747 | 535,960 | 574,074 | 790,025 |
| Less: Amounts set aside to repay GO debts | (17,913) | (20,686) | (17,914) | (18,779) | (18,173) |
| Total net debt applicable to the limit | 626,611 | 611,061 | 518,046 | 555,295 | 771,852 |
| Legal Debt Margin ^(a) of total GO | <u>\$ 4,648,304</u> | <u>\$ 5,013,804</u> | <u>\$ 5,377,810</u> | <u>\$ 5,667,500</u> | <u>\$ 5,992,426</u> |
| Total net debt applicable to the limit as a percentage of the debt limit | 11.88% | 10.86% | 8.79% | 8.92% | 11.41% |
| Total General Obligations (GO) for County Purposes | | | | | |
| Debt Limit – 2½% of Assessed Value | \$ 5,274,915 | \$ 5,624,865 | \$ 5,895,856 | \$ 6,222,795 | \$ 6,764,278 |
| Debt applicable to limit | 1,123,141 | 1,191,913 | 1,149,124 | 1,338,709 | 1,244,127 |
| Less: Amounts set aside to repay GO debts | (36,318) | (41,146) | (40,987) | (47,317) | (47,303) |
| Total net debt applicable to the limit | 1,086,823 | 1,150,767 | 1,108,137 | 1,291,392 | 1,196,824 |
| Legal Debt Margin ^(a) of total GO | <u>\$ 4,188,092</u> | <u>\$ 4,474,098</u> | <u>\$ 4,787,719</u> | <u>\$ 4,931,403</u> | <u>\$ 5,567,454</u> |
| Total net debt applicable to the limit as a percentage of the debt limit | 20.60% | 20.46% | 18.80% | 20.75% | 17.69% |

Source: Assessed Valuation data are from King County's Department of Assessments.

Note: Details regarding the County's outstanding debt can be found in Note 13 – Debt.

(a) Legal debt margin is the County's available borrowing authority under state statutes.